



Stephen Jann, Chief
Underground Injection Control Branch
U.S. EPA Region 5 (WU-16J)
77 W. Jackson
Chicago, IL 60604

July 27, 2018

RE: Energex Petroleum (USA) LLC

Dear Mr: Jann:

First I would like to thank you for granting Energex 60-days to provide the necessary financial assurance for the bonding of Lanpar 1-12. A lot of work has gone into the injection application process by both EPA and Energex and the Lanpar 1-12 injection well will enable Energex to significantly increase the hydrocarbon recoveries from the pool.

Energex is committed to provide the following to EPA within the 60 days proposed; that is, by Friday, September 21, 2018:

- Proof of a fully funded financial assurance instrument that covers the sum of the cost of all wells on the bond (when a blanket bond is used). Fully-funded in this case means the sum of the full closure costs for EPA-permitted wells and whatever amount is required by the State for other wells on the bond.
- A list of all wells covered by the financial instrument with their closure cost estimates, or, if they are State-permitted wells, their required bonding amount for closure.

If there are any additional questions do not hesitate in contacting myself or Duncan Hamilton.

Sincerely,

A handwritten signature in black ink, appearing to read "Peter Bilodeau", written over the word "Sincerely,".

Peter Bilodeau,
Chief Executive Officer

RECEIVED

AUG 30 2018

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EPA, REGION 5